5204659/2021/H&COOR SEC-YTC01

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

YAT&C Department - Grant of Incentives for Development of Four Star 'Hyatt Place' Hotel at Vijayawada as per the provisions of AP Tourism Policy 2020-2025- Orders - Issued.

YOUTH ADVANCEMENT, TOURISM AND CULTURE (T) DEPARTMENT

G.O.MS.No.23 Dt:18.11.2021

Read the following:

1. G.O.Ms.No.11, YAT&C(T)Dept., Dt:28-12-2020.
2. Letter received from M/s RVS Conventions Pvt Ltd., Vijayawada, Dt: 14.06.2021.
3. Minutes of the SIPC Meeting, Dt:30.09.2021.
4. Minutes of the SIPB Meeting, Dt:27.10.2021.
5. U.O.Note.No.248/2021, G.A. (CABINET) Department, Dt:28.10.2021.(Council Resolution No.248/2021)

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ORDER :-

The State of Andhra Pradesh is blessed with the country's second longest coastline (974 Kms), and perennial rivers and scenic backwaters, is home to one of the world's most visited religious destinations, is considered as the birthplace of Mahayana Buddhism, and boasts of a vibrant and rich culture and heritage. Evidently so, Andhra Pradesh is the fourth most visited state for domestic tourists in the country.

2. The Andhra Pradesh Tourism Policy 2020-2025 issued vide reference 1st cited, indicates the vision of the Government to develop the state into a premier world class tourist destination through luxury resorts, MICE centres, adventure parks and other tourism infrastructure. The Policy offers industry best incentives, attractive terms for land allotment that shall position the state as a premier world-class tourism destination with robust infrastructure. The state has been witnessing an increased interest from private players for investment in Tourism projects. The development of proposed 5-Star and above projects/Mega Projects/Large Tourism Projects through private investment will be a testament to the vision of the Government, to develop luxury and iconic projects in the state and will greatly aid in the overall development of the state.

3. In the reference 2nd read above, the Tourism Department has received an suo-moto investment proposal for Development of Four star 'Hyatt Place' Hotel" by M/s RVS Conventions Pvt. Ltd at Vijayawada with an investment of Rs. 92 Cr and potential total employment of 2010 Nos.

(Contd...2)

4. Accordingly, the proposal was placed before the State Investment Promotion Board (SIPB) meeting held on 27.10.2021 with the recommendations of the State Investment Promotion Committee (SIPC) in it's meeting held on 30.09.2021. After detailed discussions, the board has recommended to extend certain incentives to M/s RVS Conventions Pvt. Ltd.

5. The Government after careful examination of the matter has agreed in principle for grant of incentives based on the recommendations of State Investment Promotion Board and as per provisions of A.P.Tourism Policy 2020-2025 for Development of a Four-star Hyatt Place Hotel with 81 rooms, 2 banquet halls at Vijayawada with an estimated investment of Rs 92.61 Cr.

The following are the incentives provided to M/s RVS Conventions Pvt. Ltd. based on the recommendations of the State Investment Promotion Board (SIPB) and as per the provisions of A.P.Tourism Policy 2020-2025:-

1. Reimbursement of 100% of net SGST accrued to state for a period of 5 years from COD or up to realization of 100% fixed capital investment, whichever is earlier.
2. Fixed Cost Power Reimbursement at Rs.1.00 per unit for a period of 5 years from COD subject to a maximum of 14.4 lakh units per annum.

6. The Chief Executive Officer, Andhra Pradesh Tourism Authority, Vijayawada shall take further necessary action, accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

RAJAT BHARGAVA
SPECIAL CHIEF SECRETARY TO GOVERNMENT

To
The Chief Executive Officer, Andhra Pradesh Tourism Authority, Vijayawada.
The Special Chief Secretary to Government & CIP, Industries and Commerce Dept.,
A.P.Secretariat, Velagapudi.
The Principle Finance Secretary to Government, Finance Dept.,
A.P.Secretariat, Velagapudi.
The Managing Director, APTDC, Vijayawada.
M/s RVS Conventions Pvt Ltd., Vijayawada,
The District Collector and Magistrate, Krishna District.
Copy to:
Additional Secretary to Hon'ble CM.
OSD to Hon'ble Minister for Tourism (TC & YA).
PS to Special Chief Secretary to Government.
The GA(Cabinet)Department, A.P.Secretariat, Velagapudi.
SF/SC.

// FORWARDED :: BY ORDER//

G. Ramakrishna
SECTION OFFICER